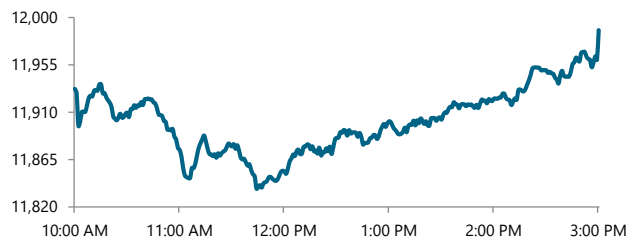


Daily Markets Overview

24 July 2022

TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	11,988	1.0	7.4	6.3	17.9
Saudi (NOMUC)	20,961	1.0	1.9	-19.3	0.8
Energy	6,479	-0.6	6.6	17.5	10.1
Materials	6,796	1.6	8.9	-7.5	10.8
Capital Goods	5,866	1.4	5.6	-22.3	14.5
Com. & Prof. Svc	3,649	2.6	7.9	-17.9	NA
Transportation	4,767	1.0	5.1	-8.9	NA
Cons. Durables & Apparel	4,478	2.0	6.3	-29.5	NA
Consumer Services	3,922	1.1	4.6	-15.5	NA
Media	22,791	2.2	16.4	-2.0	29.3
Retailing	7,747	2.8	3.6	-21.3	27.6
Food & Staples Retailing	9,248	0.4	4.1	1.4	5.5
Food & Beverages	4,793	0.5	0.4	-0.9	47.4
Health Care Equipment	9,153	0.8	4.7	25.1	40.6
Pharma, Biotech & Life Science	3,602	1.1	5.0	-30.6	NA
Banks	13,872	1.3	8.8	13.5	20.5
Diversified Financials	7,529	0.5	4.8	10.3	19.8
Insurance	4,978	1.8	-0.9	-16.9	NA
Telecommunication	7,012	0.2	1.6	-3.7	16.7
Utilities	7,904	3.4	12.8	33.2	23.3
REITs	4,121	0.4	1.1	-10.6	27.2
Real Estate	3,016	0.7	5.4	-4.9	NA

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Alujain Corp.	59.80	7.6%	42
Development Works For Food	190.00	6.6%	38
Zahrat Al Waha for Trading Co.	37.75	6.0%	21
Naseej International Trading Co.	33.90	5.6%	46
Knowledge Economic City	13.28	4.7%	30

Source: Tadawul

Latest Earnings

Company	Date	Period	Q NI (SAR mn)	Y/Y %	Q EPS (SAR)	vs. Consequence
ALDREES	21-Jul	2Q22	45.9	28%	0.61	NA
Almunajem Foods	19-Jul	2Q22	122.1	221%	2.04	NA
ASLAK	19-Jul	2Q22	16.2	15%	0.46	NA
Extra	18-Jul	2Q22	127.1	26%	2.12	NA
Chemanol	18-Jul	2Q22	92.2	53%	1.37	NA

Source: Tadawul

Saudi Market Update

- TASI closed 1.0% higher at 11,988, while NOMUC gained 1.0% to 20,961 on Thursday. TASI traded value totaled SAR 5.6bn and averaged SAR 5.6bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 23.4% of the daily traded value.
- MSCI Emerging Markets closed flat on Friday, trading at P/E (TTM) of 10.7x vs. 17.9x for TASI.
- Banks and Materials gained 1.3% and 1.6%, respectively. Telecom ended 0.2% higher. Utilities (up 3.4%) was the best performing sector. Among stocks, Alujain Corp. (2170/ALCO AB), Development Works For Food (9501/DWF AB), and Zahrat Al Waha for Trading Co. (3007/OASIS AB), led the gainers.
- Fitch Ratings indicated that it forecasts the KSA banks' funding costs to ease due to the SAR 50bn (USD 13.31bn) of liquidity injections from the Saudi Central Bank (SAMA) in June 2022, with more likely to follow to support strong loan growth. It added that it expects higher oil prices and rising interest rates to lead to strengthening profitability for the banks in FY22-23. (Source: Argaam)
- The Ministry of Industry and Mineral Resources revealed that it issued 381 licenses during January-May 2022. It added that licenses for building materials quarries (331) accounted for the largest part of these licenses, followed by exploration (30), surplus ore (19) and reconnaissance (1). (Source: Argaam)
- According to reports, the value of contracts awarded reached SAR 46bn (USD 12.24bn) during 1Q22, a rise of 140% Y/Y, but dropped 35% Q/Q from SAR 70.2bn (USD 18.68bn) in 4Q21. The report added that the country's macroeconomic scenario continued to improve, against the backdrop of the rebound in oil market, continued diversification, and expected acceleration in capital projects to support the local economy. (Source: Argaam)
- The Minister of Environment, Water and Agriculture announced an expansion plan for the broiler chicken sector and support services with the aim of raising the self-sufficiency rate of poultry meat to 80% by 2025. He noted that the expansion plan will contribute to pumping new investments worth SAR 17bn (USD 4.52bn) into the KSA's poultry production sector until 2025, to achieve a target production capacity estimated at 1.3mn tons of broiler chickens annually. (Source: Argaam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
United Cooperative Assurance Co.	17.74	-10.0%	1
Alinma Retail REIT Fund	5.40	-3.4%	15
Almunajem Foods Co.	67.70	-3.2%	34
Al Moammar Information Systems Co.	93.90	-3.0%	11
AlAbdullatif Industrial Investment Co.	19.08	-2.7%	73

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Al Rajhi Bank	89.00	1.7%	377
Saudi Basic Industries Corp.	98.00	-0.2%	269
Alinma Bank	37.60	0.8%	254
International Company for Water and Power Projects	174.00	4.1%	245
Saudi Arabian Mining Co.	56.40	2.4%	175

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of July 21, 2022

(2) WTD: Week to Date and YTD: Year to Date

Daily Markets Overview

24 July 2022

GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	3,257	0.0	3.1	1.9	11.0
Abu Dhabi (ADX)	9,662	0.7	4.5	13.8	21.0
Kuwait (KSE)	7,161	0.4	2.4	1.2	17.6
Qatar (QE)	12,709	1.4	7.1	9.3	15.8
Oman (MSM)	4,291	0.2	3.6	3.9	11.6
Bahrain (BSE)	1,873	1.5	1.3	4.2	7.1
DJMENA Index	768	0.0	6.3	2.9	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	3,962	-0.9	2.5	-16.9	19.9
US (NASDAQ 100)	11,834	-1.9	3.3	-24.4	22.0
UK (FTSE 100)	7,276	0.1	1.6	-1.5	16.6
Germany (DAX)	13,254	0.1	3.0	-16.6	11.9
France (CAC 40)	6,217	0.3	3.0	-13.1	14.0
Russia (MICEX)	2,097	2.1	-0.6	-44.6	3.6
Japan (Nikkei)	27,915	0.4	4.2	-3.0	19.7
Hong Kong (HSI)	20,609	0.2	1.5	-11.9	7.6
South Korea (KOSPI)	2,393	-0.7	2.7	-19.6	10.1
China (SHCOMP)	3,270	-0.1	1.3	-10.2	13.3
India (NIFTY)	16,719	0.7	4.2	-3.7	21.6
Brazil (IBOV)	98,925	-0.1	2.5	-5.6	5.4
Turkey (BIST 100)	2,517	0.2	5.6	35.5	6.0
Egypt (EGX30)	9,290	0.0	6.0	-22.3	19.9
MSCI Emerging Markets	990	0.0	3.0	-19.6	10.7
MSCI World	2,651	-0.5	3.2	-18.0	17.3

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	103.2	-0.6	25.3	32.7	39.9
Natural Gas (\$/mmbtu)	8.3	4.6	54.5	122.5	162.5
Gold (\$/oz)	1,728	0.5	-1.7	-5.6	-4.4
Silver (\$/oz)	18.6	-1.4	-18.0	-20.2	-26.9
Platinum (\$/oz)	877	0.0	-14.8	-9.5	-20.0
Copper (\$/t)	7,433	1.8	-20.8	-23.7	-21.1
Zinc (\$/t)	3,070	2.4	-2.4	-14.5	5.1
Lead (\$/mt)	2,005	0.5	-11.1	-13.9	-16.0
Wheat (\$/bu)	759	-5.9	1.6	-1.5	9.5
Corn (\$/bu)	564	-1.6	4.6	-4.9	12.8
Sugar (\$/lb)	17.9	-2.5	-11.8	-5.2	10.6

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.77	-0.02	2.56	0.00
Saudi Arabia	2.91	-0.02	2.00	0.14
UAE	2.51	0.06	2.14	-0.26
Kuwait	2.13	0.00	0.63	-0.64
Qatar	2.45	0.00	1.33	-0.32
Bahrain	4.02	0.05	2.51	1.26

Source: Reuters

NOTES:

(1) Prices updated as of July 22, 2022 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets ended in the red on Friday. S&P and NASDAQ declined 0.9% and 1.9%, respectively. Dow Jones Industrial closed 0.4% lower. In Europe, both UK and Germany gained 0.1%. France increased 0.3%.
- Asian markets ended mixed on Friday. China decreased 0.1%, while Japan gained 0.4%. South Korea declined 0.7%. Hong Kong and India increased 0.2% and 0.7%, respectively.
- The UAE market ended in mixed on Friday. Dubai closed flat, while Abu Dhabi gained 0.7%. GCC markets (excluding the UAE market) ended in the green on Thursday. Kuwait and Qatar increased 0.4% and 1.4%, respectively. Oman and Bahrain closed 0.2% and 1.5% higher, respectively.
- US jobless claims for the week ended July 16 stood at 251K (prior: 244K; consensus: 240K). (Source: Trading Economics)
- Japan's inflation rate for June stood at 0.0% M/M and 2.4% Y/Y (prior: 0.3% M/M, 2.5% Y/Y). (Source: Trading Economics)
- According to the Central Bank of the United Arab Emirates (CBUAE), lending activity in the UAE rebounded during 1Q22 as sentiment improved and banks ramped up credit disbursements to businesses and households. It added that in 1Q22, gross credit amounted to AED 1.832tn (SAR 1.7tn), up by 4.4% compared to the previous year, while it also outperformed the borrowings in 4Q21. (Source: Zawya)
- According to Moody's, Oman's plan to introduce Islamic money market instruments will support the growth of the Islamic sector and diversify lenders' assets. It added that the move is "credit positive" for Oman's Islamic banking sector. (Source: Zawya)
- According to the Dubai Statistics Centre (DSC), Dubai's Consumer Price Index (CPI) increased by 5.84% Y/Y to 105.35 points in June 2022. It added that higher inflation in Dubai was driven by an increase in the prices of recreation, sport, and culture (+35.76%), transport (+33.32%), and food and beverages (+8.94%). (Source: Decypha)
- According to the Dubai Land Department (DLD), around USD 3bn (SAR 11.27bn) worth of properties, including villas and apartments, were purchased by investors in Dubai in the week ending July 22. It added that at least 2,509 transactions for plots and residential units valued at AED 10.9bn (SAR 11.15bn) were registered during the week, including 263 plots worth AED 1.46bn (SAR 1.49bn) and 1,716 apartments and villas worth AED 3.67bn (SAR 3.76bn). (Source: Zawya)

Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended July 22 (prior: -0.4mn barrels) will be announced on July 27. (Source: Trading Economics)
- US Fed interest rate decision (prior: 1.75%; consensus: 2.5%) will be announced on July 27. (Source: Trading Economics)
- US jobless claims for the week ended July 23 (prior: 251K; consensus: 253K) will be announced on July 28. (Source: Trading Economics)

Daily Markets Overview

24 July 2022

Contacts

Research & Advisory

Research&advisory@fransicapital.com.sa

Saudi Fransi Capital

Toll free 800 125 9999

Website www.sfc.sa

Saudi Fransi Capital (Closed Joint Stock Company Owned by Banque Saudi Fransi)

Authorized and regulated under Capital Market Authority license 11153-37. The company is operating under commercial registration 1010231217 with a paid up capital of SAR 500,000,000.

Head Office

8092 King Fahd Road | Riyadh 12313-3735 | Kingdom of Saudi Arabia

Mailing Address

P.O. Box 23454 Riyadh 11426 | Kingdom of Saudi Arabia

Disclaimer

The information in this report was prepared for the purpose of viewing public information only. This information was gathered in this report from various public sources believed to be reliable. Whilst all reasonable care has been taken to ensure that the facts, the forecasts, and expectations contained in this report are accurate. Saudi Fransi Capital makes no representations or warranties whatsoever as to the accuracy of the data and information provided and, in particular, Saudi Fransi Capital is not to be held responsible if the information in this report is not complete or free from any error.

This report is not to be construed as, an offer or solicitation of an offer to buy or sell any financial securities or adapt an investment or trading method. Saudi Fransi Capital accepts no liability whatsoever for any loss arising from any use of this report or its contents.

This report provides information of a general nature and is not intended to provide investment advice and does not take into account the reader's financial situation or any specific investment objectives which the reader may have. Before making any investment decision, the reader should seek an independent advice from his financial advisor because the investment in such kind of securities may not be suitable for all.

